

STATEMENT OF PURPOSE

RS18555

This legislation would amend Title 49, Idaho Code, to increase the standard motor vehicle registration fees for passenger cars with a gross vehicle weight (GVW) of 8,000 pounds or less, school buses, farm and non-commercial vehicles with a GVW of 8,001 to 60,000 pounds, and for commercial trucks and wreckers with a GVW of 8,001 to 60,000 pounds. The standard registration fees for cars and light trucks registered at the county level would increase in the first year by a range from \$6.00 to \$24.00 depending on the age of the vehicle and then increase by 10% - 12.5% - 15% - 17.5% annually over the next four years. Registration fees for heavy trucks registered at the State level are increased one time by five percent (5%). This legislation will be effective January 1, 2010, and registration increases will be effective on January 1 of each year 2011 through 2014.

FISCAL NOTE

It is estimated that this legislation will bring in the following amounts of new revenue over the next five years:

Car and Light Truck registrations (county registration)

FY2009: \$51.0 million (existing FY2009 estimated base revenue)

CY2010: \$64.6 million (+\$13.6 million over FY2009 base) (21.1% new revenue)

CY2011: \$71.1 million (+\$20.1 million over FY2009 base) (28.3% new revenue)

CY2012: \$80.0 million (+\$29.0 million over FY2009 base) (36.3% new revenue)

CY2013: \$92.0 million (+\$41.0 million over FY2009 base) (44.6% new revenue)

CY2014: \$108.1 million (+\$57.1 million over FY2009 base) (52.8% new revenue)

NOTE: New revenue (by percentage) to "Idaho Highway, Bridge and Railroad Crossing Fund"

Heavy Truck Registrations (State registration)

FY2009: \$48.8 million (existing FY2009 base revenue)

CY2010: \$51.2 million (+\$2.4 million) (+5.0% over FY2009 base)

CY2011 - CY2014: \$51.2 million (+\$2.4 million) annually

NOTE: All revenue to Highway Distribution Account

Annual Total/New Revenue

FY2009: \$99.8 million (estimated FY2009 base revenue)

CY2010: \$115.8 million (+\$16.0 million over FY2009 base)

CY2011: \$122.3 million (+\$22.5 million over FY2009 base)

CY2012: \$131.2 million (+\$31.4 million over FY2009 base)

CY2013: \$143.2 million (+\$43.4 million over FY2009 base)

CY2014: \$159.4 million (+\$59.6 million over FY2009 base)

Annual Costs for Implementation

The costs associated with implementing this legislation in the first year (FY10) is estimated to be \$106,000, which includes automated system programming costs and testing by contract programmers (\$54,000). Additional costs are associated with revision, printing and stocking of

various forms and publications, education efforts and outreach of internal customers, the general public, and external customers.

Each fiscal year thereafter (FY2011, FY2012, FY2013, FY2014) costs associated with implementing successive changes are estimated at \$34,800, which includes programming costs and testing by contract programmers (\$30,800). Additional costs associated with revision, printing and stocking of various forms, and educational efforts are estimated at \$4,000 annually.



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